

INDIANA RAILWAY MUSEUM • P.O. BOX 150 • FRENCH LICK, INDIANA 47432

February 6, 2004

Indiana Gaming Commission 115 West Washington Street Indianapolis, IN 46204

Attn: Mr. Glenn R. Lawrence, Executive Director

Dear Glenn:

PHONE: (812) 936-2405

I am writing you today to express the interest of the Indiana Railway Museum in cooperating with the casino operation planned for French Lick and West Baden Springs.

The Indiana Railway Museum (IRM) is a 501 (c) (3) not-for-profit organization. The IRM has been in existence since 1961 and in operation here at French Lick since 1978. The IRM owns 32 miles of track between French Lick-West Baden and Huntingburg, where the line connects with the Norfolk Southern Railway. IRM volunteer members work to restore and operate the historic railway equipment. The IRM operates 20 mile round trip rail excursions from April through November. Since 1978 the IRM has transported more than 640,000 passengers. I am enclosing one of our brochures for your inspection.

The French Lick-West Baden Springs Historic Hotel Preservation Commission (FL-WB HHPC) has designated the proposed casino site to be located adjacent to IRM property. The track of the IRM's "Wye" extends into the actual site. A "Wye" is a series of three switches used to turn railway equipment. A "Wye" is essential to the IRM's operation, however the "Wye" could be located elsewhere on the railroad.

The fact that the IRM has track that extends into the actual casino site is considered to be a plus by many people. This could prove to be an asset if the operators of the Casino and the operators of the two resorts desire to have some type of rail transportation to move people from one facility to another. The existing track would have to be extended closer to the two resorts as it once was years ago.

In the event that a decision is made not to use rail transportation for casino patrons, or that the Casino Operator believes that they need the area now occupied by the "Wye" track for their operation, the IRM would work with the Casino Operator and the FL-WB HHPC to produce a fair and equitable agreement to remove the "Wye" track and transfer ownership to the necessary party. It is also possible that the "Wye" track could be shortened, still allowing normal rail use by the IRM and permitting other use within the casino site.

The Indiana Railway Museum is eager to work both with the FL-WB HHPC and the Casino Operator to improve the appearance of the area. Over the years the IRM has acquired several pieces of railroad equipment that need restoration and improvement. The IRM's limited resources have not allowed us to do many of these projects. Many of the cars need to be painted and have glass replaced.

Through the efforts of the governments of Orange County and Dubois County, the IRM has obtained some 1.15 million dollars from Indiana Department of Transportation Enhancement Grants. This money will be used to improve 16 miles of track, the 2,200 foot Burton Tunnel, and the French Lick Passenger Station. The IRM must match this grant with \$ 287,500.00. This project will greatly improve our physical plant and insure continued safe operation of our trains.

At the present time the IRM has several pieces of non-operational track maintenance equipment that are stored in French Lick. There is also material used to repair track and bridges stored next to the French Lick Passenger Station. The IRM has planned to construct a new facility approximately 2 miles south of French Lick to store and repair this equipment. The removal of this equipment and material from French Lick would greatly improve the visual appearance of the museum grounds. The IRM would also be willing to work with the FL-WB HHPC and the Casino Operator to construct necessary shielding (trees or fencing) that might improve the appearance of the museum grounds.

The Indiana Railway Museum believes that there will be several opportunities in the future to expand operations that could attract more people to the area. Dinner Trains, Murder Mystery Trains, return of Steam Locomotives and excursions from Jasper and Huntingburg are several possibilities.

If you have any questions regarding our operation, please feel free to contact us at any time. Also please feel free to share this information with any of the applicants for the Casino License. The Indiana Railway Museum is open to any suggestions from future Casino Operators or the Indiana Gaming Commission that will improve our working relationship and help to develop the French Lick-West Baden Community.

Sincerely, L. Oh San

G. Alan Barnett

President & General Manager



ticket window or by calling 1-800-74-TRAIN. Fascinating railroad equipment from the museum's display includes several diesel and steam locomotives and a caboose. The Indiana Railway Museum is a not-for-profit (501) the station's gift shop as well as refreshments and the deductible. Our volunteers serve as train and station Souvenirs and railroad memorabilia are available in crews. Membership information is available at the (c) (3) organization. Donations to the IRM are tax ever-popular Snack Bar Car that runs with every train.



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